

Memorandum

TAB 79

To: CHAIR AND COMMISSIONERS
CALIFORNIA TRANSPORTATION COMMISSION

CTC Meeting: November 3-4, 2010

PASSED BY

Reference No.: 2.5c.(5)
Action Item

From: 
NORMA ORTEGA
Chief Financial Officer



Prepared by: Rachel Falsetti
Division Chief
Transportation Programming

Subject: **FINANCIAL ALLOCATION ADJUSTMENTS FOR AWARD
RESOLUTION FA-10-05, AMENDING RESOLUTION FP-09-25**

RECOMMENDATION:

The California Department of Transportation (Department) recommends the California Transportation Commission (Commission) approve an adjustment to the allocation amount for the Route 84 El Camino Real Signal Interconnects project (PPNO 0645C) in San Mateo County from \$5,611,000 to \$3,688,000.

ISSUE:

On January 13, 2010, the Commission approved Resolution FP-09-25, allocating \$5,611,000 programmed in the Regional Improvement Program (RIP) for the Route 84 El Camino Real Signal Interconnects project in San Mateo County. The project was awarded on July 20, 2010, for \$5,991,000 (\$3,688,000 RIP and \$2,303,000 State Highway Operations and Protection Program), including supplemental work, state furnished materials, and contingencies.

BACKGROUND:

Section 188.8 of the Streets and Highways Code allows the Commission to adjust an allocation amount, for a capital outlay project in the State Transportation Improvement Program (STIP), if the construction contract award amount for the project is less than 80 percent of the engineer's final estimate. The result would be an adjustment to interregional and/or county shares. The legislation is permissive and it is understood that adjustments to allocations are at the discretion of the Commission.

The Department and San Mateo County are requesting a downward adjustment of \$1,923,000 from \$5,611,000 to \$3,688,000, for the Route 84 El Camino Real Signal Interconnects project.

The disparity between the engineer's estimate and the low bid is based primarily on the bid for electrical work which accounts for 73 percent of the project cost. Electrical items have been bid low recently due to the economy and has created a more competitive bidding environment.

The following table summarizes the project award information for PPNO 0645C:

Item	RIP Amount	Other Contributions SHOPP (Information Only)
Contractor's Bid Amount	\$2,982,392	\$1,844,466
Supplemental Work	\$78,963	\$51,987
State Furnished Materials	\$473,056	\$311,447
Contingencies	\$153,068	94,823
*Total Project Award Allowance	\$3,688,000	\$2,303,000
CTC Allocation	\$5,611,000	\$3,656,000
*Requested Adjustment	(\$1,923,000)	

(*Rounded to the nearest thousand.)

FINANCIAL RESOLUTION:

Resolved, pursuant to Section 188.8 of the Streets and Highways Code, that the California Transportation Commission does hereby adjust the amount allocated on January 13, 2010, under Resolution FP-09-25 for the Route 84 El Camino Real Signal Interconnects project (PPNO 0645C) in San Mateo County by \$1,923,000, from \$5,611,000 to \$3,688,000, in accordance with the attached revised vote box.

Attachment

2.5 Highway Financial Matters

Project #	Allocation Amount	Recipient	Location	EA PPNO Program/Year PA&ED PS&E CONST ENG CONST	Budget Year Item # Fund Type	Amount by Fund Type
RTPA/CTC County Dist-Co-Rte Postmile		Project Description Project Support Expenditures				
2.5c.(5) Final Allocation Adjustments for STIP Projects (AB 608)						Resolution FA-10-05 Amending Resolution FP-09-25
1	\$5,611,000	Near Menlo Park and Millbrae, on El Camino Real. Upgrade traffic signals and controllers, and interconnect traffic signals. Phase 1 and Phase 2.		249922 04-0645C RIP / 09-10	2009-10 801-3008 TIF	\$5,611,000
Department of Transportation	\$3,688,000	Final Project Development		CONST ENG		\$3,688,000
MTC		Support Estimate: \$ 1,036,000		\$684,000		
San Mateo		Programmed Amount: \$ 840,000				
04N-SM-82		Adjustment: \$ 196,000 (Debit)		CONST		
0.2/15.9		Final Right of Way Share Adjustment: N/A		\$5,611,000		
				\$3,688,000		
		(Contributions from concurrent SHOPP PPNO 0645E: \$3,656,000.)				
		(Amended allocation reflects a savings of \$1,923,000 CONST to be returned to San Mateo County share balance.)				
		Outcome/Output: This project will upgrade existing traffic signals, controllers and remove raised channelizing islands at various intersections along SR 82.				